1	S.39
2	Introduced by Senators Hardy, Clarkson, Gulick, Hashim, Norris, Ram
3	Hinsdale, Vyhovsky, Watson and White
4	Referred to Committee on
5	Date:
6	Subject: Legislature; salaries and fees; health insurance; legislator
7	compensation and benefits
8	Statement of purpose of bill as introduced: This bill proposes to make
9	members of the General Assembly eligible for the State employees' health
10	benefit plan at no cost and to allow them to participate in any flexible spending
11	account program offered to State employees for health care expenses or
12	dependent care expenses, or both. The bill would also provide compensation
13	to members of the General Assembly during adjournment and would allow
14	members of the General Assembly to choose whether to receive their payments
15	for meals and lodging expenses as an allowance, which may be treated as
16	income subject to tax for federal and State income tax purposes, or as
17	reimbursement of actual expenses, which may be excluded from income for
18	federal and State income tax purposes. The bill would allow a legislator to be
19	reimbursed for child care, dependent care, and elder care expenses that are
20	necessary to facilitate the member's service in the General Assembly. The bill

would expand the legislative leave of absence law to allow members to take a

1	leave of absence from any job, not only a full-time job, in order to serve in the
2	General Assembly. The bill would also create the Legislative Service Working
3	Group to consider and make recommendations on issues involving legislative
4	compensation and benefits, staffing, administrative support, and the length of
5	the legislative session.

- An act relating to compensation and benefits for members of the Vermont General Assembly

 It is hereby enacted by the General Assembly of the State of Vermont:

 ** * Health Insurance Benefits * * *

 Sec. 1. 3 V.S.A. § 631 is amended to read:

 \$ 631. GROUP INSURANCE FOR STATE EMPLOYEES; SALARY
 - (a)(1) The Secretary of Administration may contract on behalf of the State with any insurance company or nonprofit association doing business in this State to secure the benefits of franchise or group insurance. Beginning on July 1, 1978, the terms of coverage under the policy shall be determined under section 904 of this title, but it may include:

DEDUCTIONS FOR INSURANCE, SAVINGS PLANS, AND

19 ***

CREDIT UNIONS

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(2)(A)(i) As used in this section, the term "employees" includes any
class or classes of elected or appointed officials, State's Attorneys, sheriffs,
employees of State's Attorneys' offices whose compensation is administered
through the State of Vermont payroll system, except contractual and temporary
employees, and deputy sheriffs paid by the State of Vermont pursuant to
24 V.S.A. § 290(b). The term "employees" shall does not include members of
the General Assembly as such, any person rendering service on a retainer or
fee basis, members of boards or commissions, or persons other than employees
of the Vermont Historical Society, the Vermont Film Corporation, the
Vermont State Employees' Credit Union, Vermont State Employees'
Association, and the Vermont Council on the Arts, whose compensation for
service is not paid from the State Treasury, or any elected or appointed official
unless the except as specifically provided pursuant to this subdivision
(a)(2)(A)(i). The term "employees" includes employees of the Vermont
Historical Society, the Vermont State Employees' Credit Union, the Vermont
State Employees' Association, the Vermont Council on the Arts, and any
elected or appointed official who is actively engaged in and devoting
substantially full-time to the conduct of the business of his or her the official's
public office. The term "employees" also includes members of the General
Assembly as set forth in subdivision (iv) of this subdivision (a)(2)(A).

* * *

1	(iv) For purposes of group hospital-surgical-medical expense
2	insurance and any flexible spending account program offered to State
3	employees for health care or dependent care expenses, or both, the term
4	"employees" includes members of the General Assembly.
5	(B)(i) The premiums for extending insurance coverage to employees
6	shall be paid in full by the Vermont Historical Society, the Vermont Film
7	Corporation, the Vermont State Employees' Association, the Vermont State
8	Employees' Credit Union, the Vermont Council on the Arts, or their respective
9	retirees. Nothing herein creates a legal obligation on the part of the State of
10	Vermont to pay any portion of the premiums required to extend insurance
11	coverage to this group of employees.
12	(ii) The premiums for extending insurance coverage to members
13	of the General Assembly shall be paid in full by the General Assembly.
14	* * *
15	* * * Compensation and Expenses * * *
16	Sec. 2. 32 V.S.A. § 1051 is amended to read:
17	§ 1051. SPEAKER OF THE HOUSE AND PRESIDENT PRO TEMPORE
18	OF THE SENATE; COMPENSATION AND EXPENSE
19	REIMBURSEMENT
20	(a) The Speaker of the House and the President Pro Tempore of the Senate
21	shall be entitled to receive annual compensation of \$10,080.00 for the 2005

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1 Biennial Session and thereafter, to be paid in biweekly payments, provided 2 that, beginning on January 1, 2007, the annual compensation shall be adjusted 3 annually thereafter by the cost of living adjustment negotiated for State 4 employees under the most recent collective bargaining agreement, except that, 5 beginning on July 1, 2021 and annually thereafter on January 1, the annual 6 compensation shall be adjusted consistent with the compensation increases 7 provided to other constitutional officers. In addition to the annual 8 compensation, the Speaker and President Pro Tempore shall be entitled to 9 receive: * * * 10 11 (3) an allowance for or reimbursement of expenses for mileage; meals; 12 and lodging expenses; and child, dependent, and elder care as provided to 13 members of the General Assembly under subsection 1052(b) of this title during 14 the biennial, adjourned, and special sessions of the General Assembly and in 15 addition such other actual and necessary expenses incurred while engaged in 16 duties imposed by law. 17 Sec. 3. 32 V.S.A. § 1052 is amended to read: 18 § 1052. MEMBERS OF THE GENERAL ASSEMBLY; COMPENSATION

AND EXPENSE REIMBURSEMENT

(a) Compensation.

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1	(1) <u>Session compensation.</u> Each member of the General Assembly,
2	other than the Speaker of the House and the President Pro Tempore of the
3	Senate, is entitled to a weekly salary of \$589.00 for the 2005 Biennial Session
4	and thereafter, provided that, beginning on January 1, 2007, the weekly
5	compensation shall be adjusted annually thereafter by the cost of living
6	adjustment negotiated for State employees under the most recent collective
7	bargaining agreement, except that, beginning on July 1, 2021 and annually
8	thereafter on January 1, the weekly compensation shall be adjusted consistent
9	with the compensation increases provided to other constitutional officers. The
10	salary of members shall be paid in biweekly installments.
11	(2) <u>Special session compensation</u> . During a special session, a member is
12	entitled to an amount equal to one-fifth of the annually adjusted weekly
13	compensation set forth in subdivision (1) of this subsection, rounded up to the
14	nearest dollar, for each day of a special session on which the House of which
15	he or she is a that the House in which the member serves shall sit.
16	(3) Adjournment compensation.

(A) During adjournment of the General Assembly, a member is

entitled to an amount equal to one-fifth of the annually adjusted weekly

compensation set forth in subdivision (1) of this subsection (a), rounded up to

the nearest dollar, for each week of the adjournment of the General Assembly.

1	(B) During adjournment of the General Assembly, a member who is
2	serving on a special committee or joint committee shall, in addition to the
3	weekly adjournment compensation set forth in subdivision (A) of this
4	subdivision (3) and the per diem compensation set forth in 2 V.S.A. § 23, be
5	entitled to compensation for time spent preparing for meetings of the special or
6	joint committee at an hourly rate equal to 2.5 percent of the annually adjusted
7	weekly compensation set forth in subdivision (1) of this subsection (a).
8	(b) Expenses. During any session of the General Assembly, each member
9	is entitled to receive an allowance for or reimbursement of expenses as
10	follows: set forth in this subsection.
11	(1) Mileage reimbursement. Reimbursement Each member shall receive
12	reimbursement in an amount equal to the actual mileage traveled for each day
13	of session in which the member travels between Montpelier and the member's
14	home or from Montpelier or from the member's home to another site on
15	officially sanctioned legislative business. Reimbursement of actual mileage
16	traveled under this subdivision shall be at the rate per mile determined by the
17	federal Office of Government-wide Policy and published in the Federal
18	Register for the year of the session.
19	(2) Meals and lodging allowance. Each member shall receive either a
20	meals allowance or reimbursement of actual meals expenses. Each member

shall inform the Office of Legislative Operations of the member's choice of a

meals allowance or meals expense reimbursement prior to the beginning of
each biennium, and the member's choice shall remain in effect through the
remainder of the biennium unless the member notifies the Office that the
member wishes to make a change.

(A) Meals allowance. An A member who elects to receive a meals allowance in shall receive an amount equal to the daily amount for meals and lodging determined for Montpelier, Vermont, by the federal Office of Government-wide Policy and published in the Federal Register for the year of the session, for each day the House in which the member serves shall sit.

(B) Meals reimbursement. A member who elects to receive reimbursement of expenses shall receive reimbursement equal to the actual amounts expended by the member for meals for each day that the House in which the member serves shall sit, as well as meals for the night preceding the first legislative day of each week during the legislative session. The amount of the daily reimbursement available pursuant to this subdivision shall not exceed the daily amount for meals determined for Montpelier, Vermont, by the federal Office of Government-wide Policy and published in the Federal Register for the year of the session. The member shall provide meal receipts or otherwise substantiate the amounts expended to the Office of Legislative Operations in the form and manner prescribed by the Director of Legislative Operations.

1	(3) <u>Lodging</u> . Each member shall receive either a lodging allowance or
2	reimbursement of actual lodging expenses. Each member shall inform the
3	Office of Legislative Operations of the member's choice of a lodging
4	allowance or lodging expense reimbursement prior to the beginning of each
5	biennium, and the member's choice shall remain in effect through the
6	remainder of the biennium unless the member notifies the Office that the
7	member wishes to make a change.
8	(A) Lodging allowance. A member who elects to receive a lodging
9	allowance shall receive an amount equal to the daily amount for lodging
10	determined for Montpelier, Vermont, by the federal Office of Government-
11	wide Policy and published in the Federal Register for the year of the session
12	for each day the House in which the member serves shall sit.
13	(B) Lodging reimbursement. A member who elects to receive
14	reimbursement of expenses shall receive reimbursement equal to the actual
15	amounts expended by the member for lodging for each day that the House in
16	which the member serves shall sit, as well as lodging for the night preceding
17	the first legislative day of each week during the legislative session. The
18	amount of the daily reimbursement available pursuant to this subdivision shall
19	not exceed the daily amount for lodging determined for Montpelier, Vermont,
20	by the federal Office of Government-wide Policy and published in the Federal
21	Register for the year of the session. The member shall provide lodging

1	receipts or otherwise substantiate the amounts expended to the Office of
2	Legislative Operations in the form and manner prescribed by the Director of
3	Legislative Operations.
4	(4) Child, dependent, and elder care reimbursement.
5	(A) Each member shall be eligible to receive reimbursement equal to
6	the actual amounts expended by the member for child care, dependent care, or
7	elder care services in this State, or a combination, that is necessary to facilitate
8	the member's service in the General Assembly. The total amount of the
9	reimbursement available pursuant to this subdivision (4) shall not exceed the
10	federal maximum annual household contribution limit for a dependent care
11	flexible spending account.
12	(B) Expenses shall not be reimbursed under this subdivision (4) to
13	the extent they are being reimbursed or subsidized by another source or if
14	reimbursement or subsidies are reasonably available from another source.
15	(C) As used in this subdivision (4):
16	(i) "Child care" and "dependent care" mean care provided to an
17	individual who would be a qualifying individual for purposes of the federal
18	child and dependent care tax credit.
19	(ii) "Elder care" means care provided to an adult 65 years of age
20	or older in the home or in an adult day program.

1	$\frac{(3)(5)}{(5)}$ Absences. If a member is absent for reasons other than sickness
2	or legislative business for one or more entire days while the house in which the
3	member sits is in session, the member shall notify the Office of Legislative
4	Operations of that absence, and expenses received shall not include the amount
5	that the legislator specifies was not incurred the member shall not be
6	reimbursed for mileage, meals, or lodging expenses incurred during the period
7	of that absence.
8	(c) For attending a meeting of the Joint Fiscal Committee when a member
9	is not receiving compensation as a member of the General Assembly, a
10	member of the Joint Fiscal Committee shall be entitled to the same per diem
11	compensation and reimbursement for necessary expenses as provided members
12	of the General Assembly for attendance at sessions of the General Assembly.
13	[Repealed.]
14	(d) <u>Death of a member</u> . If a member of the General Assembly dies while
15	the General Assembly is in session, the estate of the deceased member shall be
16	entitled to receive compensation for the entire pay period in which the death
17	occurred.
18	* * * Legislative Leave from Employment * * *
19	Sec. 4. 21 V.S.A. § 496 is amended to read:
20	§ 496. LEGISLATIVE LEAVE

1	(a) Any person who, in order to serve as a member of the General
2	Assembly, must leave a full-time position in the employ of any employer, shall
3	be entitled to a temporary or partial leave of absence for the purpose of
4	allowing such employee to perform any official duty in connection with his or
5	her the person's elected office. Such leave of absence shall not cause loss of
6	job status, seniority, or the right to participate in insurance and other employee
7	benefits during the leave of absence.
8	* * *
9	* * * Legislative Service Working Group * * *
10	Sec. 5. LEGISLATIVE SERVICE WORKING GROUP
11	(a) Creation. There is created the Legislative Service Working Group to
12	consider issues related to serving as a member of the Vermont General
13	Assembly.
14	(b) Membership. The Working Group shall be composed of the following
15	members:
16	(1) three current members of the House of Representatives, not all from
17	the same political party, who shall be appointed by the Speaker of the House;
18	<u>and</u>
19	(2) three current members of the Senate, not all from the same political
20	party, who shall be appointed by the Committee on Committees.

1	(c) Powers and duties. The Working Group shall consider and make
2	recommendations on issues involving legislative compensation and benefits,
3	staffing, administrative support, and the length of the legislative session,
4	including:
5	(1) the current compensation and benefits offered to members of the
6	General Assembly, including:
7	(A) whether current salaries and benefits are sufficient and, if not,
8	how they should be increased;
9	(B) the impact of current salaries and benefits on recruiting and
10	retaining members from diverse backgrounds and life experiences;
11	(C) whether supplemental compensation should be provided to
12	members who hold leadership positions in addition to the Speaker of the House
13	and Senate President Pro Tempore, including caucus leaders and committee
14	chairs; and
15	(D) how the salaries, benefits, and compensation structure in the
16	Vermont General Assembly compare to those of other state legislatures;
17	(2) whether changes to staffing are necessary, such as increasing the
18	number of legislative staff in existing staff offices, expanding the types of
19	legislative staff services available to members, adding caucus staff, and adding
20	personal staff or providing members with an allowance to hire their own
21	personal staff;

1	(3) how to increase the administrative support available to members to
2	increase their effectiveness and ability to respond efficiently to the needs of
3	their constituents; and
4	(4) whether changes should be made to the length or structure of the
5	legislative session.
6	(d) Assistance. The Working Group shall have the administrative,
7	technical, and legal assistance of the Office of Legislative Operations, the
8	Office of Legislative Counsel, and the Joint Fiscal Office.
9	(e) Report. On or before January 15, 2024, the Working Group shall report
10	its findings and recommendations, including any recommendations for
11	legislative action, to the Speaker of the House, the Senate President Pro
12	Tempore, and the House and Senate Committees on Government Operations.
13	Drafts of the Working Group's report shall be confidential unless publicly
14	released.
15	(f) Meetings.
16	(1) The Office of Legislative Operations shall call the first meeting of
17	the Working Group to occur on or before July 1, 2023.
18	(2) The Committee shall select a chair from among its members at the
19	first meeting.
20	(3) A majority of the membership of the Working Group shall constitute
21	<u>a quorum.</u>

1	(4) The Working Group shall cease to exist on January 15, 2024.
2	(g) Compensation and reimbursement.
3	(1) For attendance at meetings during adjournment of the General
4	Assembly, a legislative member of the Working Group shall be entitled to per
5	diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23
6	for not more than eight meetings. These payments shall be made from monies
7	appropriated to the General Assembly.
8	* * * Effective Dates * * *
9	Sec. 6. EFFECTIVE DATES
10	(a) Secs. 1 (health insurance), 2 (expenses for Speaker and President Pro
11	Tempore), and 3(b)–(d) (legislator expenses for meals, lodging, and child,
12	dependent, and elder care) shall take effect on January 1, 2024.
13	(b) Secs. 3(a) (adjournment compensation) and 4 (legislative leave from
14	employment) shall take effect on January 1, 2025.
15	(c) Sec. 5 (Legislative Service Working Group) and this section shall take
16	effect on passage.